

Taipei Interbank Money Center of the Bankers Association of the Republic of China's Code of Conduct for Contributing Banks Submitting Taipei Interbank Offered Rate

Approved by Central Bank of the Republic of China
on January 19, 2016

Article 1 (Source of the Code)

This Code of Conduct is implemented based on Article 9 of the Directions Governing the Taipei Interbank Offered Rate, issued by the Taipei Interbank Money Center of the Bankers Association of the Republic of China (the "Bankers Association").

Article 2 (Submitting Personnel)

A contributing bank is required to prevent any potential conflict of interest between the submitting personnel and trading personnel who use the Taipei Interbank Offered Rate ("TAIBOR").

Submitting personnel and reviewing personnel within contributing banks are required to have sufficient capacity, knowledge, professional experience and corresponding and appropriate position levels.

Article 3 (Process of Submission)

A contributing bank is required to establish a process for submitting TAIBOR, to prevent any human or technical failure by maintaining effective control mechanisms and to review such submission process annually.

Article 4 (Record Keeping)

A contributing bank is required to adopt rules governing the format of keeping records of submission information and the scope thereof, to prevent such information from being tampered and to be able to provide such information to the authorities in a timely manner upon request.

Records of submission information must be kept for at least 5 years.

Article 5 (Confidentiality of Submission)

A contributing bank is required to adopt clear rules which must include the following:

1. There is no agreement regarding submissions with other contributing banks;
2. Submitting personnel must be bound by a strict obligation of confidentiality concerning non-public information related to TAIBOR;
3. Any communications related to submissions must be conducted on the equipment of the contributing bank.

Article 6 (Internal Audit)

A contributing bank is required to establish an internal audit system to audit its submission process and to include such internal audits into the bank's self-inspection requirements.

Article 7 (Notification)

A contributing bank which suspects that any person is manipulating, has manipulated, colluding in or had colluded in the manipulation of TAIBOR, is required to notify the Taipei Interbank Money Center of the Bankers Association and relevant authorities without delay.

Article 8 (Level of Approval)

This Code of Conduct is implemented after being resolved by the board of the Bankers Association and being approved by the Central Bank of the Republic of China; any subsequent amendments shall also be resolved and approved in such manner.